STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

Telephone: (801) 538-5291 Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	Gener	ral Information
	1.	Report Time Period: From (mo./yr.) 1-2003 To (mo./yr.) 12-2003
	2.	DOGM File Number (Mine No): M/39/0002
	3.	Mine Name: REDMOND MINERALS CLAY & SALT MINES
	4.	Mineral(s) Mined (or permitted to mine): SENTONITE Y SALT
	5.	Type of mine Surface Mine or Underground Mine
	6.	Legal Description (Location of Lands Affected):
		<u>W</u> 1/4, <u>W</u> 1/4,1/4, Section <u>Z4</u> , Township <u>Z05</u> , Range <u>1</u> <u>W</u>
		1/4,1/4,1/4, Section, Township, Range
		1/4,1/4,1/4, Section, Township, Range
7.	Name	e of Operator or Company: REDMOND MINERALS INC.
	8.	Permanent Street Address: 6005 N 100W
		City, State, Zip: REDMOND UT. 84652
		Phone: 435-529-7402 Fax: 435-529-7486
	9.	Company Representative (or designated operator):
		Name: KONALO BOSSHAROT
		Title: RECLAMATION MANAGER
		Business Address: 6005 N 100 W
		City, State, Zip: REOMOND UT. 84652
		Phone: 435-529-7402 Fax: 435-529-7486
		Please check if any of the above information has changed since previous year.
П.	Minin	ng and Reclamation JAN 0 9 2004
	1.	Was there any mine related activity during the past year? Yes No □ DIV. OF OIL, GAS & MINING
	2.	If no - what was the last year of activity?
	3.	If yes - how much ore or mineral was mined? <u>SACT</u> - 284, 859
		BENTONITE - 39,727

4.	Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.
	UNDERGROUND WORK
	NO NEW SURFACE GROUND
	WAS DISTURBED
5.	How much additional acreage was disturbed during the past year?
6.	How much acreage was reclaimed during the past year?
7.	Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
	NONE
8.	What is the total disturbed acreage of entire project at years end?
9.	Briefly summarize any mining and/or reclamation plans for the upcoming year. NO CHANGES
NOTE:	Section III., "Additional Information" applies only to large mining operations.
III. <u>Addıtıonal</u>	Information - R647-4-121.2 and .3
1.	The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.
2.	The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.
IV. <u>Signature</u>	e Requirement
I here	eby certify that the foregoing is true and correct.
	Name (Typed or Print): ROYALO BOSSHAGO
	Name (Typed or Print): ROVALO SossHAOLO Title of Operator: RECLAMATION MANAGEO
	Signature of Operator: Ronald Bondoult
	Date: 1-6-04
jb o:\forms\reports\MR-A	AR

- 2 -